

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INQUIRY INTO INTRALATA TOLL)	
COMPETITION, AN APPROPRIATE)	ADMINISTRATIVE
COMPENSATION SCHEME FOR COMPLETION)	CASE NO. 323
OF INTRALATA CALLS BY INTEREXCHANGE)	PHASE III
CARRIERS, AND WATS JURISDICTIONALITY)		

O R D E R

On December 18, 1991, the Commission entered the final Order in Phase III of this proceeding providing for bi-jurisdictional WATS access lines and ordered that jurisdictionally dedicated WATS access lines will no longer be allowed as a service offering. The Commission's Order stated that no evidence was provided to persuade the Commission that dedicated access lines would serve any useful purpose.

On January 15, 1992, South Central Bell Telephone Company ("South Central Bell") moved for relief from the portion of the December 18, 1991 Order finding that dedicated access lines would no longer be allowed as a service offering in Kentucky. South Central Bell argues that the Commission did not intend to limit customer choice and that some of its customers continue to order intrastate only lines. South Central Bell also argues that it should not be precluded from the WATS access lines market, but should be given an opportunity to compete in the intrastate WATS market. The other eight BellSouth states, it contends, authorize

both dedicated and bi-jurisdictional WATS access lines. South Central Bell moves that the Commission reconsider ordering paragraph 2 of its December 18, 1991 Order and the associated text of the Order relating to the preclusion of dedicated WATS access lines.

On February 4, 1992, the Commission granted South Central Bell's motion for reconsideration and scheduled an informal conference to gather additional information. The Commission stated that after the informal conference we would reconsider our December 18, 1991 Order.

The informal conference was held on February 21, 1992. On February 24, 1992, South Central Bell filed a supplement to its January 14, 1992 motion for relief from the Commission Order regarding WATS jurisdictionality. In its supplemental motion, South Central Bell stated that it would file on March 2, 1992 revisions to its tariff enabling it to provide bi-jurisdictional WATS service without removing the current jurisdictionally dedicated WATS option. This tariff was filed and became effective April 2, 1992.

IT IS THEREFORE ORDERED that:

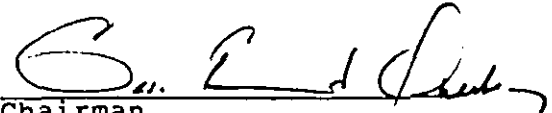
1. Ordering paragraph 2 of the December 18, 1991 Order is modified to read as follows:

Jurisdictionally dedicated WATS access lines shall continue to be allowed as a service offering.

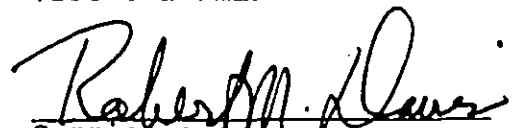
2. All parties desiring to provide jurisdictionally dedicated WATS access lines, and who do not have an effective tariff permitting the service, shall file tariffs within 30 days of the date of this Order.

Done at Frankfort, Kentucky, this 14th day of July, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director, Acting